

Santa Cruz County Treasurer's  
**Quarterly Investment Report**

**For the Quarter Ended  
March 31, 2025**



**Edith Driscoll**  
**Auditor – Controller – Treasurer - Tax Collector**

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## MEMBERS AND AUDIT PROCESS

Treasury Oversight Commission - Commissioner List			
<i>Representation:</i>	<i>Name:</i>	<i>Member Status:</i>	<i>Title:</i>
<b>Board of Supervisors</b>	Supervisor Manu Koenig	Voting	<i>Board of Supervisor - 1st District</i>
	Supervisor Felipe Hernandez	Alternate	<i>Board of Supervisor - 4th District</i>
<b>Superintendent of Schools</b>	Dr. Faris Sabbah	Voting	<i>County Superintendent of Schools</i>
	Ms. Liann Reyes*	Alternate	<i>Deputy Superintendent - Business Services</i>
<b>Special Districts</b>	Mr. Chuck Farmer**	Voting	<i>Chief Financial Officer, Santa Cruz METRO</i>
	Vacant	Alternate	<i>Vacant</i>
<b>County School Districts</b>	Mr. Chris Shiermeyer	Voting	<i>Superintendent, San Lorenzo Valley USD</i>
	Mr. Jim Monreal	Alternate	<i>Asst. Superintendent - Business Services</i>
<b>Public Members</b>	Mr. David Culver	Voting	<i>Public Member</i>
	Vacant	Alternate	<i>Vacant</i>

\* Treasury Oversight Commission Chairperson

\*\* Treasury Oversight Commission Vice Chairperson

The Office of the Santa Cruz County Auditor-Controller-Treasurer-Tax Collector (ACTTC) is included in the County's annual financial audit process. The County's Audit Committee selects an external audit firm to perform the annual audit which includes a review of the internal controls of the County and the ACTTC. Additionally, in compliance with Section 26920 of the Government Code of the State of California, four quarterly audits are performed by the county auditor to review the Treasurer's statement of assets in the county treasury. These audits include manual cash counts, verification of records, and a report to the Board of Supervisors in accordance with the appropriate professional standards, as determined by the ACTTC.



# COUNTY OF SANTA CRUZ

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EDITH DRISCOLL  
AUDITOR-CONTROLLER-TREASURER-TAX COLLECTOR  
701 OCEAN STREET, SUITE 100, SANTA CRUZ, CA 95060-4073  
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April 1, 2025

Board of Supervisors  
County of Santa Cruz  
701 Ocean Street  
Santa Cruz, CA 95060

Subject: **CERTIFICATION OF LIQUIDITY**

Dear Members of the Board:

This report shows the investment activity for the quarter ending March 31, 2025 of pooled funds on deposit with the Treasurer and that it is in compliance with California Government Code Sections 27000 et seq., 53600 et seq., and the County's 2025 Investment Policy.

Attached are summaries of the Portfolio Structure, Investment Details, Securities Activity by Brokers, and other information to provide a better understanding of the investment activity that has occurred through March 31, 2025.

Pursuant to Government Code § 53646(b)(3), I certify that because of the liquidity of the pool and the county's issuance of Teeter Notes and TRANS, the county has the ability to meet the pool's expenditure requirements for the next six months.

Respectfully submitted,

DocuSigned by:  
A blue ink signature of Edith Driscoll is written over a horizontal line.  
2340485E9B8C4F7  
EDITH DRISCOLL  
Auditor-Controller-Treasurer-Tax Collector  
4/1/2025

**Santa Cruz County Treasurer's Portfolio**  
**As of March 31, 2025**

ISSUER	COST	BOOK VALUE	YIELD	PAR VALUE	MARKET VALUE (1)	% of PORTFOLIO (5)	% ALLOWED	PURCHASE DATE	MATURITY DATE	CREDIT RATING (2)
<b><u>U.S. Treasuries</u></b>										
US Treasury	49,828,464.67	49,896,329.37	4.50%	50,000,000.00	49,908,000.00	3.24%	100.00%	09/05/24	05/15/25	Aaa/AA+/AAA
US Treasury	33,736,741.17	34,746,029.08	4.80%	35,000,000.00	34,765,850.00	2.26%	100.00%	08/02/24	05/31/25	Aaa/AA+/AAA
US Treasury	50,898,909.68	49,941,724.69	5.12%	50,000,000.00	50,034,000.00	3.24%	100.00%	06/27/24	06/30/25	Aaa/AA+/AAA
US Treasury	25,472,316.58	25,031,775.21	4.35%	25,000,000.00	25,035,250.00	1.63%	100.00%	12/05/24	07/31/25	Aaa/AA+/AAA
US Treasury	19,352,581.52	19,858,127.72	5.15%	20,000,000.00	19,913,600.00	1.29%	100.00%	09/26/23	08/15/25	Aaa/AA+/AAA
US Treasury	24,757,642.66	24,787,919.96	4.32%	25,000,000.00	24,788,000.00	1.61%	100.00%	12/05/24	08/15/25	Aaa/AA+/AAA
US Treasury	30,109,146.24	29,897,074.65	4.27%	30,000,000.00	29,906,400.00	1.94%	100.00%	12/19/24	09/15/25	Aaa/AA+/AAA
US Treasury	24,243,228.45	24,507,956.42	4.31%	25,000,000.00	24,515,750.00	1.59%	100.00%	12/19/24	09/30/25	Aaa/AA+/AAA
US Treasury	25,141,175.33	25,142,005.74	4.12%	25,000,000.00	25,148,503.45	1.63%	100.00%	03/27/25	01/15/26	Aaa/AA+/AAA
US Treasury	24,179,356.94	24,192,988.88	4.14%	25,000,000.00	24,195,000.00	1.57%	100.00%	03/27/25	01/22/26	AAA/AA+/AAA
US Treasury	13,329,092.97	14,168,388.63	5.01%	15,000,000.00	14,341,350.00	0.92%	100.00%	10/18/23	08/31/26	Aaa/AA+/NA
US Treasury	30,737,564.04	30,251,322.47	4.04%	30,000,000.00	30,297,600.00	1.96%	100.00%	12/28/23	10/15/26	Aaa/AA+/NA
US Treasury	19,106,521.74	19,298,582.33	4.39%	20,000,000.00	19,493,000.00	1.25%	100.00%	12/12/23	07/31/27	Aaa/AA+/NA
US Treasury	19,318,260.65	19,442,356.64	4.39%	20,000,000.00	19,645,400.00	1.26%	100.00%	12/12/23	08/31/27	Aaa/AA+/NA
US Treasury	22,458,898.53	22,817,341.55	4.12%	25,000,000.00	22,927,750.00	1.48%	100.00%	10/30/24	09/30/27	Aaa/AA+/AAA
US Treasury	17,592,561.14	18,202,067.35	4.33%	20,000,000.00	18,397,600.00	1.18%	100.00%	12/12/23	06/30/28	Aaa/AA+/NA
US Treasury	17,794,505.49	18,283,587.90	4.03%	20,000,000.00	18,320,400.00	1.19%	100.00%	01/31/24	10/31/28	Aaa/AA+/NA
US Treasury	17,794,505.49	14,862,784.27	4.02%	15,000,000.00	14,911,500.00	0.97%	100.00%	01/31/24	12/31/28	Aaa/AA+/NA
<b>Total US Treasuries</b>	<b>465,851,473.29</b>	<b>465,328,362.86</b>	<b>4.45%</b>	<b>475,000,000.00</b>	<b>466,544,953.45</b>	<b>30.22%</b>				
<b><u>U.S. Government Agencies</u></b>										
Fed.Home Loan Mtg.Corp	20,000,000.00	20,000,000.00	4.05%	20,000,000.00	19,958,400.00	1.30%	100.00%	08/15/22	08/15/25	Aaa/AA+/AAA
Fed.Home Loan Mtg.Corp	14,965,593.75	14,995,174.75	0.44%	15,000,000.00	14,721,000.00	0.97%	100.00%	12/22/20	09/23/25	Aaa/AA+/AAA
Federal Home Loan Bank	25,000,000.00	25,000,000.00	4.38%	25,000,000.00	24,996,250.00	1.62%	100.00%	12/27/24	09/25/26	Aaa/AA+/AAA
Federal Home Loan Bank	15,000,000.00	15,000,000.00	1.15%	15,000,000.00	14,344,800.00	0.97%	100.00%	10/28/21	10/28/26	Aaa/AA+/AAA
Fannie Mae	4,002,377.78	4,000,000.00	5.35%	4,000,000.00	4,002,480.00	0.26%	100.00%	06/10/24	06/04/27	Aaa/AA+/AA+
Fannie Mae	27,000,000.00	27,000,000.00	5.26%	27,000,000.00	27,007,290.00	1.75%	100.00%	06/10/24	06/10/27	Aaa/AA+/AA+
Federal Home Loan Bank	25,000,000.00	25,000,000.00	4.40%	25,000,000.00	24,991,750.00	1.62%	100.00%	12/05/24	12/03/27	Aaa/AA+/AAA
Fannie Mae	25,000,000.00	25,000,000.00	4.50%	25,000,000.00	25,068,750.00	1.62%	100.00%	12/19/24	05/19/28	Aaa/AA+/AAA
Fannie Mae	25,000,000.00	25,000,000.00	4.49%	25,000,000.00	25,050,500.00	1.62%	100.00%	12/20/24	07/20/28	Aaa/AA+/AAA
<b>Total Government Agencies</b>	<b>180,967,971.53</b>	<b>180,995,174.75</b>	<b>3.94%</b>	<b>181,000,000.00</b>	<b>180,141,220.00</b>	<b>11.75%</b>				
<b><u>Supranationals</u></b>										
Int Bank of Recon & Development	15,021,614.58	15,000,000.00	0.63%	15,000,000.00	14,964,600.00	0.97%	30.00%	07/15/21	04/22/25	Aaa/AAA/NA
Int Bank of Recon & Development	17,942,900.00	17,989,637.75	0.60%	18,000,000.00	17,615,700.00	1.17%	30.00%	02/18/21	10/28/25	Aaa/AAA/NA
Internal Bank of Reconstruction an	20,000,000.00	20,000,000.00	4.60%	20,000,000.00	19,908,140.00	1.30%	30.00%	02/16/24	02/16/29	Aaa/AAA/NA
International Bank of Reconstructic	25,000,000.00	25,000,000.00	4.82%	25,000,000.00	24,967,725.00	1.62%	30.00%	04/10/24	03/27/29	Aaa/AAA/NA
International Bank of Reconstructic	25,000,000.00	25,000,000.00	4.29%	25,000,000.00	25,138,250.00	1.62%	30.00%	11/06/24	10/30/29	Aaa/AAA/NA
<b>Total Supranationals</b>	<b>102,964,514.58</b>	<b>102,989,637.75</b>	<b>3.30%</b>	<b>103,000,000.00</b>	<b>102,594,415.00</b>	<b>6.69%</b>				
<b><u>Medium Term Notes</u></b>										
Intel Corporation	9,945,250.00	9,962,689.99	4.91%	10,000,000.00	9,960,100.00	0.65%	30.00%	07/20/23	07/29/25	A2/A/A-
Toyota Motor Corp	29,659,732.88	29,600,065.82	4.62%	29,705,000.00	29,597,764.95	1.92%	30.00%	01/02/24	08/18/25	A1/A+/A+
Toyota Motor Corp	9,170,222.22	9,795,117.43	4.84%	10,000,000.00	9,803,000.00	0.64%	30.00%	07/17/23	10/16/25	A1/A+/A+
Apple Inc	9,123,316.67	9,697,466.67	4.50%	10,000,000.00	9,702,500.00	0.63%	30.00%	07/17/23	02/08/26	Aaa/AA+/NA
Bank of America	30,000,000.00	30,000,000.00	4.60%	30,000,000.00	30,033,000.00	1.95%	30.00%	01/23/25	02/23/26	A2/A-/AA-
Merck & Co Inc	4,970,725.00	4,993,418.11	0.90%	5,000,000.00	4,849,800.00	0.32%	30.00%	09/24/21	02/24/26	A1/A+/A+
Intel Corporation	23,886,961.11	24,293,089.15	5.25%	25,000,000.00	24,453,250.00	1.58%	30.00%	06/27/24	05/19/26	A3/A-/A-
Bank of America	35,000,000.00	35,000,000.00	4.45%	35,000,000.00	35,006,650.00	2.27%	30.00%	03/21/25	05/21/26	A1/A-/AA
JP Morgan	15,000,000.00	15,000,000.00	5.25%	15,000,000.00	15,021,600.00	0.97%	30.00%	06/12/26	06/12/26	A1/A-/A
Toyota Motor Credit	24,875,000.00	24,896,276.60	3.88%	25,000,000.00	24,691,250.00	1.62%	30.00%	09/27/24	09/28/27	A1/A+/A+
Bank of America	10,000,000.00	10,000,000.00	5.50%	10,000,000.00	10,007,200.00	0.65%	30.00%	04/19/24	04/19/28	A1/A-/AA-
Toyota Motor Corp	20,000,000.00	20,000,000.00	5.00%	20,000,000.00	19,820,140.00	1.30%	30.00%	01/24/24	07/26/28	A1/A+/A+
JP Morgan	15,000,000.00	15,000,000.00	6.00%	15,000,000.00	15,138,000.00	0.97%	30.00%	05/18/23	11/15/28	A1/A-/A
Toyota Motor Credit Corp	25,000,000.00	25,000,000.00	5.00%	25,000,000.00	25,056,000.00	1.62%	30.00%	07/24/24	07/24/29	A1/A+/A+
<b>Total Medium Term Notes</b>	<b>261,631,207.88</b>	<b>263,238,123.77</b>	<b>4.74%</b>	<b>264,705,000.00</b>	<b>263,140,254.95</b>	<b>17.09%</b>				

**Santa Cruz County Treasurer's Portfolio**  
**As of March 31, 2025**

ISSUER	COST	BOOK VALUE	YIELD	PAR VALUE	MARKET VALUE (1)	% of PORTFOLIO (5)	% ALLOWED	PURCHASE DATE	MATURITY DATE	CREDIT RATING (2)
<b>Negotiable CDs</b>										
BNP Paribas NY	50,000,000.00	50,000,000.00	4.72%	50,000,000.00	50,008,500.00	3.25%	30.00%	09/06/24	05/06/25	P1/A1/F1
Toronto Dominion NY	30,000,000.00	30,000,000.00	4.62%	30,000,000.00	30,009,600.00	1.95%	30.00%	11/07/24	07/07/25	P1/A1/F1
Toronto Dominion Bank NY	50,000,000.00	50,000,000.00	4.63%	50,000,000.00	50,019,500.00	3.25%	30.00%	12/04/24	07/16/25	P1/A1/F1
Standard Chartered Bank NY	25,000,000.00	25,000,000.00	4.24%	25,000,000.00	24,972,750.00	1.62%	30.00%	09/26/24	07/24/25	P1/A1/F1
BNP Paribas NY	45,000,000.00	45,000,000.00	4.60%	45,000,000.00	45,016,605.00	2.92%	30.00%	12/18/24	10/15/25	P1/A1/F1
<b>Total Negotiable CDs</b>	<b>200,000,000.00</b>	<b>200,000,000.00</b>	<b>4.60%</b>	<b>200,000,000.00</b>	<b>200,026,955.00</b>	<b>12.99%</b>				
<b>Municipal Bonds</b>										
State of California	15,109,085.00	15,200,000.00	4.15%	15,200,000.00	15,200,000.00	0.99%	100.00%	01/20/23	04/01/25	Aa2/AA-/AA
University of Calif	9,430,824.50	8,644,998.24	0.92%	8,600,000.00	8,570,846.00	0.56%	100.00%	04/01/21	07/01/25	Aa2/AA/AA
Suc Agc City & County San Fran	4,299,555.00	4,254,553.29	1.23%	4,250,000.00	4,211,877.50	0.28%	100.00%	12/15/21	08/01/25	NA/AA/NA
Cabrillo Comm College GO	1,172,879.19	1,210,011.60	3.50%	1,215,000.00	1,206,835.20	0.08%	100.00%	08/25/22	08/01/25	Aa2/AA/NA
HAWAII ST	10,004,713.06	10,000,000.00	0.89%	10,000,000.00	9,582,700.00	0.65%	100.00%	08/20/21	08/01/26	Aa2/AA+/AA
Los Angeles Community College	5,000,507.78	4,995,344.34	1.25%	5,000,000.00	4,803,750.00	0.32%	100.00%	11/15/21	08/01/26	Aaa/AA+/NA
University of Calif	6,284,390.00	6,618,474.50	4.13%	7,000,000.00	6,600,860.00	0.43%	100.00%	05/22/23	05/15/27	Aa2/AA/AA
University of Calif	2,706,569.00	2,843,818.62	3.99%	3,000,000.00	2,828,940.00	0.18%	100.00%	05/18/23	05/15/27	Aa2/AA/AA
State of California	13,090,641.67	13,717,358.20	5.10%	15,000,000.00	14,027,250.00	0.89%	100.00%	05/18/23	02/01/28	Aa2/AA-/AA
<b>Total Municipal Bonds</b>	<b>67,099,165.20</b>	<b>67,484,558.79</b>	<b>3.03%</b>	<b>69,265,000.00</b>	<b>67,033,058.70</b>	<b>4.38%</b>				
<b>Checking (4)</b>										
<b>US Bank Checking</b>	10,209,108.30	10,209,108.30	0.00%	0.00	10,209,108.30	0.00%	100.00%	NA	NA	NA/NA/NA
<b>Total Checking</b>	<b>10,209,108.30</b>	<b>10,209,108.30</b>	<b>0.00%</b>	<b>0.00</b>	<b>10,209,108.30</b>	<b>0.00%</b>				
<b>Money Market Funds (3)</b>										
US Bank CDA	NA	50,000,000.00	4.24%	50,000,000.00	50,000,000.00	3.25%	20.00%	NA	NA	NA/NA/NA
Bank of the West MMF	NA	10,000.00	3.79%	10,000.00	10,000.00	0.00%	100.00%	NA	NA	NA/NA/NA
US Bank	NA	0.00	4.29%	0.00	0.00	0.00%	100.00%	NA	NA	NA/NA/NA
<b>Total Money Market Funds</b>	<b>0.00</b>	<b>50,010,000.00</b>	<b>4.24%</b>	<b>50,010,000.00</b>	<b>50,010,000.00</b>	<b>3.25%</b>				
<b>Miscellaneous Investments</b>										
LAIF (General Fund)	NA	10,000.00	4.31%	10,000.00	10,000.00	0.00%	10.00%	NA	NA	NA/NA/NA
CAMP	NA	210,000,000.00	4.47%	210,000,000.00	210,000,000.00	13.64%	25.00%	NA	NA	NA/AAAm/NA
<b>Total Misc. Investments</b>	<b>0.00</b>	<b>210,010,000.00</b>	<b>4.47%</b>	<b>210,010,000.00</b>	<b>210,010,000.00</b>	<b>13.64%</b>				
<b>GRAND TOTAL</b>	<b>\$1,288,723,440.78</b>	<b>\$1,550,264,966.22</b>	<b>4.29%</b>	<b>\$1,552,990,000.00</b>	<b>\$1,549,709,965.40</b>	<b>100%</b>				

(1) Market Value pricing obtained from US Bank safekeeper (custodial bank)

(2) Split ratings reflect ratings from Moodys, S&P, and Fitch

(3) Money Market Mutual Fund/LAIF balances do not include current month interest

(4) Checking account balances excluded in other reports to focus on investment performance

(5) Percentage calculated based off of Book Value

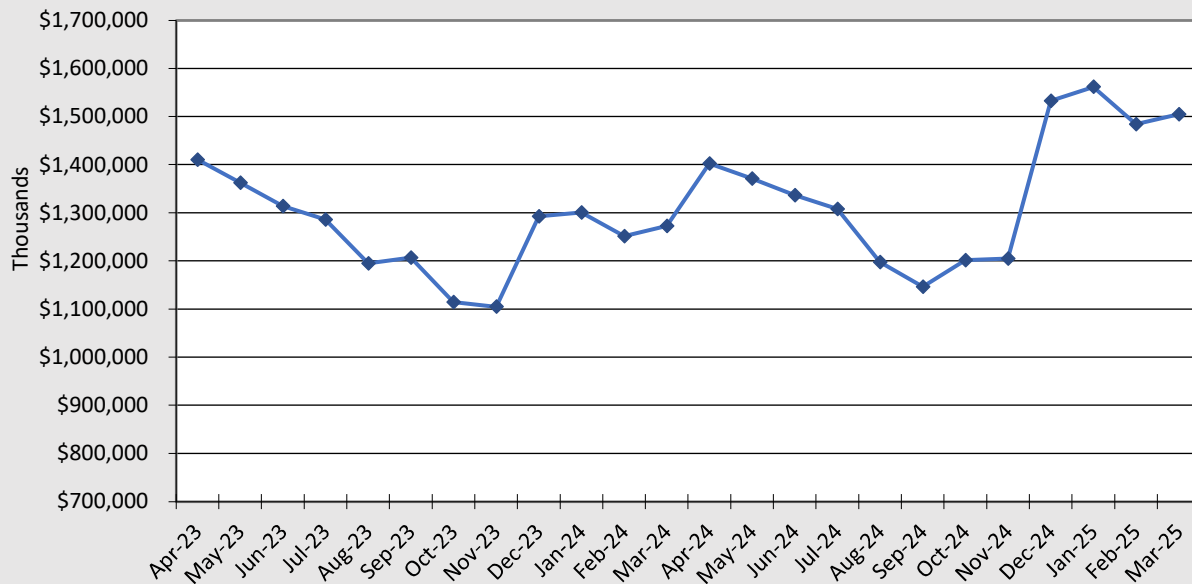
# County of Santa Cruz Investment Pool

## Portfolio Size and Composition

March 31, 2025

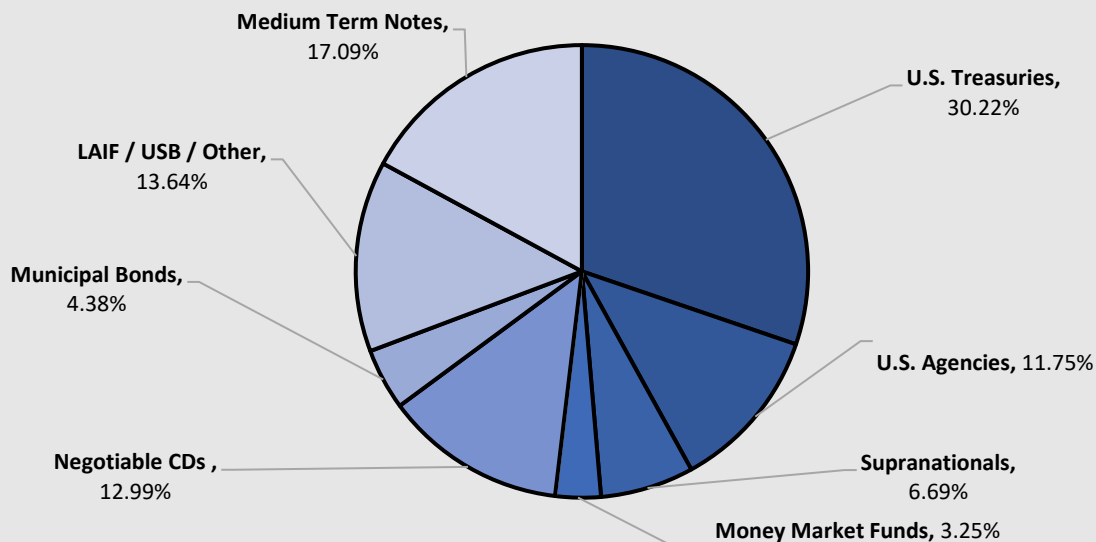
### Monthly Portfolio Balance Trend

Historic review of monthly balance trends from April 2023 to March 2025. Two years ago, portfolio balances were approximately \$1.41 billion compared to our reported amount of \$1.50 billion.



### Portfolio Composition

Investment breakdown of the County Investment Pool as of March 2025. U.S Treasury and U.S Agency bonds are approximately 42% of the portfolio. Treasury bonds are one of the safest and most liquid investments in the United States, rated as prime/high investment grade securities.



# County of Santa Cruz Investment Pool

## Portfolio Net Yield

March 31, 2025

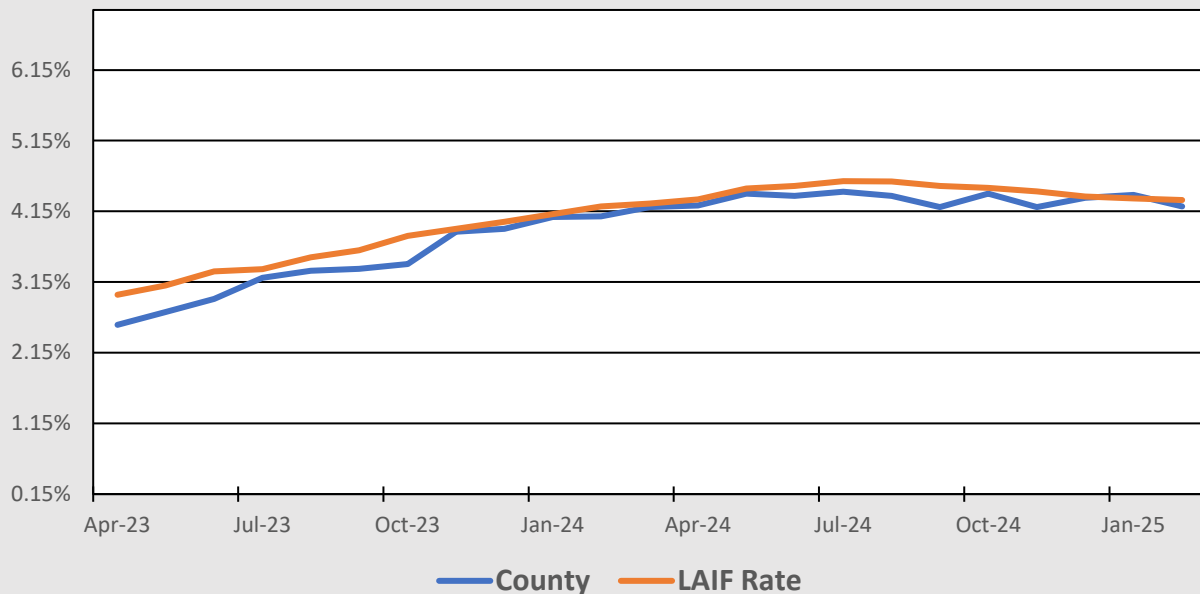
### Apportionment Rate History

Current and historic review of the County Investment Pool with our closest benchmark, LAIF (Local Agency Investment Fund) managed by the State of California. As of March 2025, the apportionment rate of the County Investment Pool is a 4.22% yield, versus a 4.31% yield from LAIF.

<i>Date</i>	<i>County</i>	<i>LAIF</i>	<i>Difference</i>
<b>Mar-24</b>	4.08%	4.22%	-0.14%
<b>Apr-24</b>	4.21%	4.26%	-0.05%
<b>May-24</b>	4.23%	4.32%	-0.09%
<b>Jun-24</b>	4.40%	4.47%	-0.07%
<b>Jul-24</b>	4.37%	4.51%	-0.14%
<b>Aug-24</b>	4.43%	4.58%	-0.15%
<b>Sep-24</b>	4.37%	4.57%	-0.20%
<b>Oct-24</b>	4.21%	4.51%	-0.30%
<b>Nov-24</b>	4.40%	4.48%	-0.08%
<b>Dec-24</b>	4.21%	4.43%	-0.22%
<b>Jan-25</b>	4.34%	4.36%	-0.02%
<b>Feb-25</b>	4.38%	4.33%	0.05%
<b>Mar-25</b>	4.22%	4.31%	-0.09%

### Net Yield Trend

Yields are tracked on a monthly basis between the County Investment Pool (blue) and LAIF (orange), our closest benchmark. Participants of LAIF are exclusively California Local Agencies and Special Districts, per section 16429.1 of the CA gov code. LAIF's investment portfolio is over \$30 billion.





# County of Santa Cruz Investment Pool

## Maturity Distribution

March 31, 2025

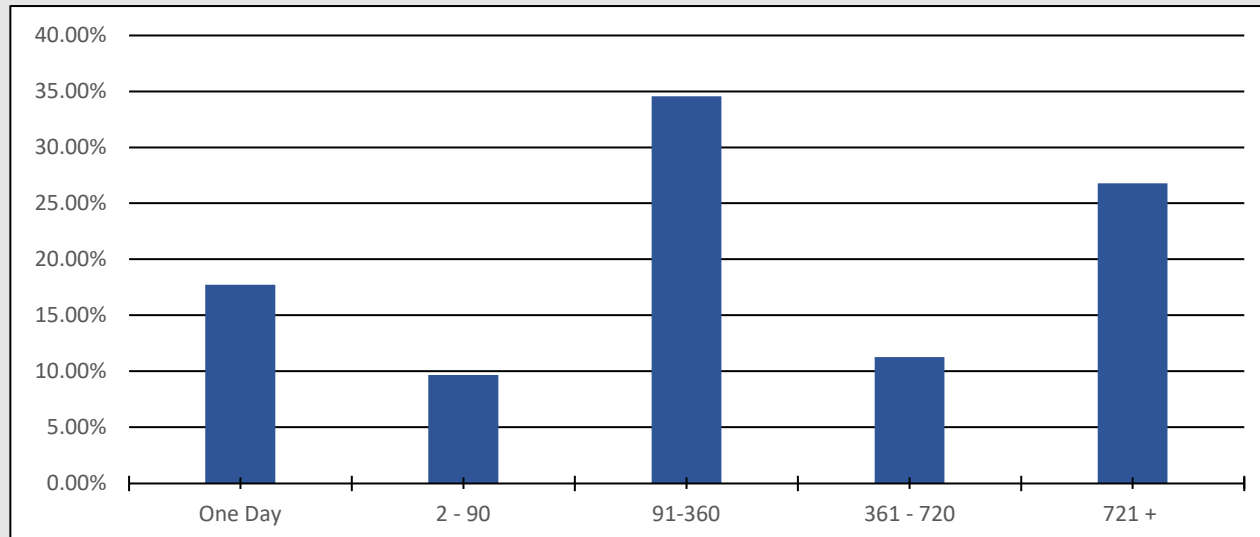
### Maturity Classification and Liquidity Review

Investment breakdown based on maturity, as of March 2025. Upon maturity date, the portfolio will receive the investment's face value in cash. These values inherently effect the portfolio's WAM (Weighted Average Maturity) calculated in days, as well as the overall Duration. As of March 31, 2025, the portfolio's average investment takes approximately 427 days to mature.

Category:	Current Reported Values:	Historic Values: <i>Last Quarter   Last Year   Last 2 yrs.</i>		
	March 31, 2025	12/31/24	3/31/24	3/31/23
One Day	17.72%	19.46%	18.69%	18.03%
2 - 90	9.66%	8.64%	15.16%	13.68%
91-360	34.56%	37.05%	30.04%	37.35%
361 - 720	11.27%	9.46%	15.51%	20.70%
721 +	26.79%	25.39%	20.61%	10.24%
WAM	427	457	421	280
Duration	1.19	1.27	1.17	0.77

### Portfolio Maturity Distribution

Current allocation of maturities as of March 2025. Most fixed-income investments mature within the age range of 91 - 360 days. The County Investment Pool is currently very liquid, holding around 27.4% of Cash, and Cash-Equivalent securities (bonds and other investments maturing within 90 days).

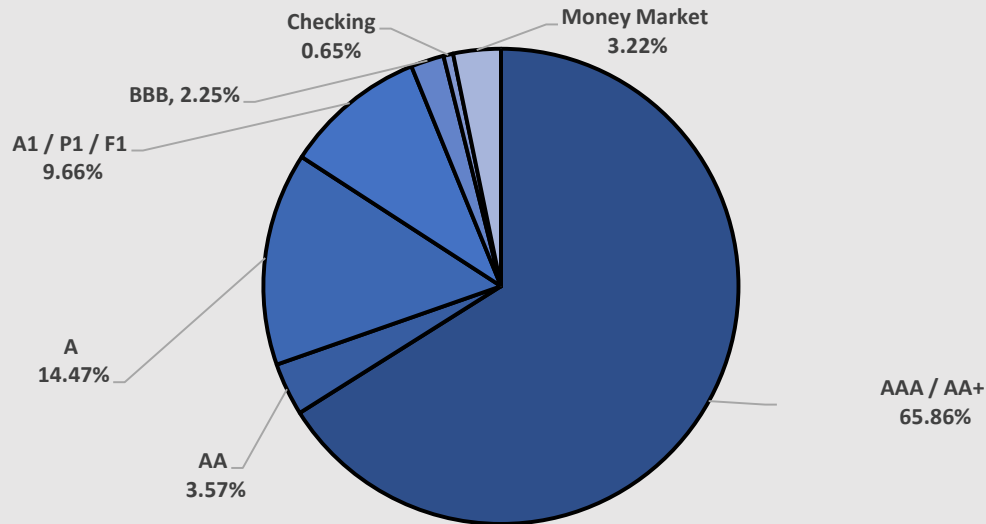


# County of Santa Cruz Investment Pool

Credit Quality  
March 31, 2025

## Credit Rating Composition

Safety is the primary objective within the County Investment Pool, and CA state codes 27000.5 and 53600.5. As of March 2025, 76% of the portfolio is invested in the highest rated securities (AAA for long term, and A1 / P1 / F1 for short term). Counties within the State of California have strict investment standards and can only invest in highly rated, investment grade securities.



## Credit Breakdown

Current and historic values based on credit rating and outstanding cash accounts. The State of California's LAIF fund is unrated, but is governed by the same investment restrictions as the County Investment Pool, per CA government codes 16430 and 16480.4.

Rating Category	Current Reported Values:		Historic Values: Last Quarter   Last Year   Last 2 yrs.		
	March 31, 2025		12/31/24	3/31/24	3/31/23
	\$ (mm)	%			
AAA / AA+	\$ 1,023	65.86%	63.04%	61.49%	63.53%
AA	\$ 55	3.57%	5.07%	9.13%	7.36%
A	\$ 225	14.47%	11.58%	9.57%	0.62%
A1 / P1 / F1	\$ 150	9.66%	10.99%	13.11%	10.45%
BBB	\$ 35	2.25%	0.00%	0.00%	0.00%
Checking	\$ 10	0.65%	2.61%	2.20%	1.26%
Money Market	\$ 50	3.22%	3.66%	4.50%	16.77%
LAIF (unrated)	\$ 0	0.00%	0.00%	0.00%	0.00%

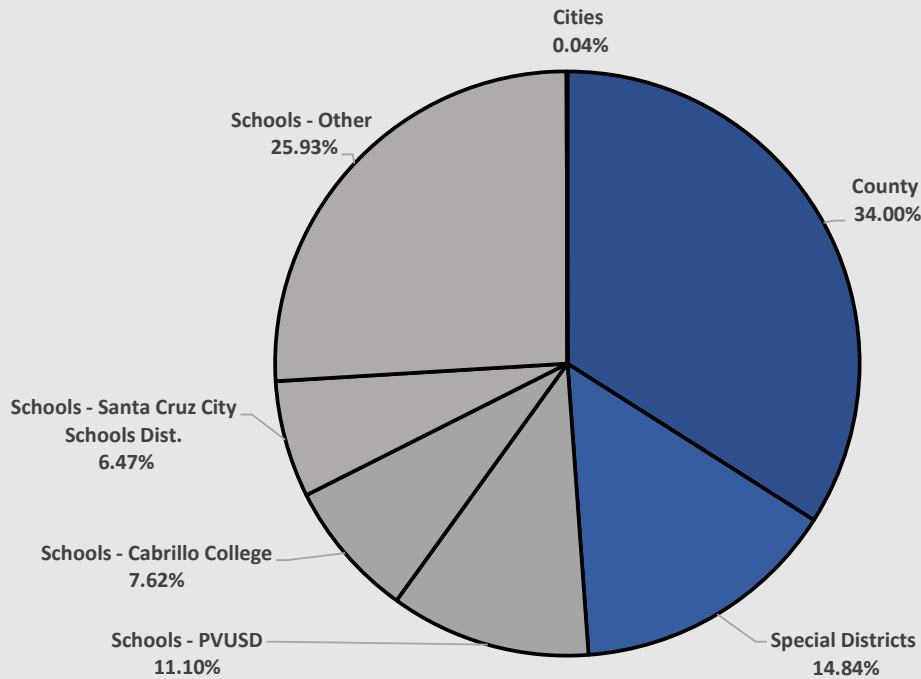
# County of Santa Cruz Investment Pool

Source of Funds

March 31, 2025

## Source of Funds Composition

The County Investment Pool is composed of four main participants: County School Districts, Special Districts within Santa Cruz County, County Funds, and Cities within Santa Cruz County.



## Funds Breakdown

The largest participant with the highest deposited funds is the Schools category. This category holds 51% of the County Investment Pool. The second largest participant is the County category, which consists of around 34% of the County Investment Pool.

Participant Category	Current Reported Values:	Historic Values: Last Quarter   Last Year   Last 2 yrs.		
	March 31, 2025	12/31/2024	3/31/2024	3/31/2023
County	34.00%	29.71%	33.47%	36.89%
Special Districts	14.84%	15.71%	18.82%	16.20%
Schools	51.11%	54.35%	47.67%	46.86%
Cities	0.04%	0.23%	0.04%	0.05%

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## DETAILED LIST OF INVESTMENTS OUTSTANDING

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As of March 31, 2025

### REPORT DESCRIPTION

The **Detailed List of Investments Outstanding** lists active investments in the portfolio on a specific date providing information on the market values, book values, interest rates and yields. It is arranged so that the securities of the same type are grouped together. What follows is a description of the abbreviations used in the report.

CUSIP – The CUSIP number is a 9-character alphanumeric code which identifies a North American financial security for the purposes of facilitating clearing and settlement of trades.

INVESTMENT NUMBER – This is a unique system-generated number assigned to the security. Assigned by the County for internal identification purposes.

ISSUER – The issuer named is the name of the institution which issued the bond.

PURCHASE DATE – This is the date on which the security was purchased.

PAR VALUE – The nominal or face value of a bond. This is the amount that will be received at maturity with accrued interest. It is also the amount that is used in calculating the interest received on the bond.

MARKET VALUE – Market value is the dollar amount the security could have been sold for on the report date. By comparing this number to the book value one is able to determine what, if any, loss or gain we would realize if we were to sell the bond in the open market.

BOOK VALUE – The original cost for each investment adjusted for amortization of premiums or accretions of discounts to the date of the report. Amortizations and accretions are calculated on a straight line basis.

STATED RATE – In most cases this is the coupon rate (rate of interest) set on a bond at the issue date by the issuer. If the security has no coupon (discount note, UST Bill or CP) then the stated rate is the yield to maturity on the date that the bond is purchased. The stated rate is not intended for comparing yields between different investments because the item may have been purchased at a discount or premium to par.

YTM – This is the Yield to Maturity. This is what the yield will be on the bond if it is held to maturity.

DAYS TO MATURITY – This is the number of days remaining between the report date and the maturity date.

MATURITY DATE – The maturity date is the date when a bond matures. On the maturity date an issuer of a security will pay the holder of the security the par value plus any accrued interest earned on the security from the date of last distribution.

County of Santa Cruz  
Portfolio Management  
Portfolio Summary  
March 31, 2025

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
U.S. Treasury Notes/ Bonds	450,000,000.00	442,349,953.45	441,135,373.98	28.64	681	406	4.408	4.469
Federal Agency Issues - Coupon	181,000,000.00	180,141,220.00	180,995,174.75	11.75	1,196	748	3.884	3.938
Medium Term Notes	264,705,000.00	263,140,254.95	263,238,123.77	17.09	980	646	4.676	4.741
Negotiable CDs	200,000,000.00	200,026,955.00	200,000,000.00	12.99	258	108	4.533	4.596
Municipal Bonds	69,265,000.00	67,033,058.70	67,484,558.79	4.38	1,402	449	2.987	3.028
Local Agency Investment Fund (LAIF)	10,000.00	10,000.00	10,000.00	0.00	1	1	4.251	4.310
Treasury Discounts -Amortizing	25,000,000.00	24,195,000.00	24,192,988.88	1.57	301	296	4.083	4.140
Supranationals	103,000,000.00	102,594,415.00	102,989,637.75	6.69	1,736	1,074	3.256	3.302
Money Market Mutual Funds 02	260,010,000.00	260,010,000.00	260,010,000.00	16.88	1	1	4.365	4.425
	<b>1,552,990,000.00</b>	<b>1,539,500,857.10</b>	<b>1,540,055,857.92</b>	<b>100.00%</b>	<b>719</b>	<b>425</b>	<b>4.257</b>	<b>4.316</b>
Investments								

Total Earnings	March 31	Period Ending
Current Year	16,316,527.20	
Average Daily Balance	1,525,997,098.56	
Effective Rate of Return	4.34%	

Santa Cruz County Treasurer,

**County of Santa Cruz**  
**Portfolio Management**  
**Portfolio Details - Investments**  
**March 31, 2025**

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
<b>U.S. Treasury Notes/ Bonds</b>												
912828ZT0	22540	US Treasury N/B		08/02/2024	35,000,000.00	34,765,850.00	34,746,029.08	0.250	4.737	4.802	60	05/31/2025
912828K74	22550	US Treasury N/B		12/05/2024	25,000,000.00	24,788,000.00	24,787,919.96	2.000	4.264	4.324	136	08/15/2025
91282CFE6	22502	U.S.Trust		09/26/2023	20,000,000.00	19,913,600.00	19,858,127.72	3.125	5.077	5.147	136	08/15/2025
91282CCW9	22507	U.S.Trust		10/18/2023	15,000,000.00	14,341,350.00	14,168,388.63	0.750	4.936	5.005	517	08/31/2026
91282CFB2	22514	U.S.Trust		12/12/2023	20,000,000.00	19,493,000.00	19,298,582.33	2.750	4.333	4.393	851	07/31/2027
91282CFH9	22515	U.S.Trust		12/12/2023	20,000,000.00	19,645,400.00	19,442,356.64	3.125	4.328	4.388	882	08/31/2027
91282CCH2	22516	U.S.Trust		12/12/2023	20,000,000.00	18,397,600.00	18,202,067.35	1.250	4.270	4.329	1,186	06/30/2028
91282CJC6	22518	U.S.Trust		12/28/2023	30,000,000.00	30,297,600.00	30,251,322.47	4.625	3.986	4.042	562	10/15/2026
91282CDF5	22522	U.S.Trust		01/31/2024	20,000,000.00	18,320,400.00	18,283,587.90	1.375	3.976	4.031	1,309	10/31/2028
91282CJR3	22523	U.S.Trust		01/31/2024	15,000,000.00	14,911,500.00	14,862,784.27	3.750	3.966	4.021	1,370	12/31/2028
91282CHL8	22537	U.S.Trust		06/27/2024	50,000,000.00	50,034,000.00	49,941,724.69	4.625	5.045	5.115	90	06/30/2025
91282CEQ0	22541	U.S.Trust		09/05/2024	50,000,000.00	49,908,000.00	49,896,329.37	2.750	4.443	4.504	44	05/15/2025
91282CAL5	22545	U.S.Trust		10/30/2024	25,000,000.00	22,927,750.00	22,817,341.55	0.375	4.063	4.119	912	09/30/2027
91282CHN4	22551	U.S.Trust		12/05/2024	25,000,000.00	25,035,250.00	25,031,775.21	4.750	4.291	4.350	121	07/31/2025
91282CFK2	22555	U.S.Trust		12/19/2024	30,000,000.00	29,906,400.00	29,897,074.65	3.500	4.207	4.266	167	09/15/2025
91282CAM3	22556	U.S.Trust		12/19/2024	25,000,000.00	24,515,750.00	24,507,956.42	0.250	4.250	4.309	182	09/30/2025
91282CGE5	22560	U.S.Trust		03/27/2025	25,000,000.00	25,148,503.45	25,142,005.74	3.875	4.062	4.118	289	01/15/2026
<b>Subtotal and Average</b>			<b>430,108,447.30</b>		<b>450,000,000.00</b>	<b>442,349,953.45</b>	<b>441,135,373.98</b>		<b>4.408</b>	<b>4.469</b>	<b>406</b>	
<b>Federal Agency Issues - Coupon</b>												
3130APGN9	22427	Federal Home Loan Bank		10/28/2021	15,000,000.00	14,344,800.00	15,000,000.00	1.150	1.134	1.150	575	10/28/2026
3130B3YL1	22549	Federal Home Loan Bank		12/05/2024	25,000,000.00	24,991,750.00	25,000,000.00	4.400	4.340	4.400	976	12/03/2027
3130B4CW9	22557	Federal Home Loan Bank		12/27/2024	25,000,000.00	24,996,250.00	25,000,000.00	4.380	4.323	4.384	542	09/25/2026
3137EAXE3	22398	Fed.Home Loan Mtg.Corp		12/22/2020	15,000,000.00	14,721,000.00	14,995,174.75	0.375	0.437	0.443	175	09/23/2025
3134GXK94	22475	Fed.Home Loan Mtg.Corp		08/15/2022	20,000,000.00	19,958,400.00	20,000,000.00	4.050	3.995	4.050	136	08/15/2025
3135GATN1	22535	Federal National Mort. Assoc.		06/10/2024	4,000,000.00	4,002,480.00	4,000,000.00	5.350	5.277	5.350	794	06/04/2027
3135GATR2	22536	Federal National Mort. Assoc.		06/10/2024	27,000,000.00	27,007,290.00	27,000,000.00	5.260	5.188	5.260	800	06/10/2027
3136GA3Z0	22553	Federal National Mort. Assoc.		12/19/2024	25,000,000.00	25,068,750.00	25,000,000.00	4.500	4.439	4.501	1,144	05/19/2028
3136GA4A4	22554	Federal National Mort. Assoc.		12/20/2024	25,000,000.00	25,050,500.00	25,000,000.00	4.490	4.430	4.491	1,206	07/20/2028
<b>Subtotal and Average</b>			<b>184,105,067.15</b>		<b>181,000,000.00</b>	<b>180,141,220.00</b>	<b>180,995,174.75</b>		<b>3.884</b>	<b>3.938</b>	<b>748</b>	
<b>Medium Term Notes</b>												
037833EB2	22493	Apple Inc		07/17/2023	10,000,000.00	9,702,500.00	9,697,466.67	0.700	4.438	4.500	313	02/08/2026
06055JEC9	22529	Bank of America		04/19/2024	10,000,000.00	10,007,200.00	10,000,000.00	5.500	5.425	5.500	1,114	04/19/2028
06055JJJ9	22558	Bank of America		01/23/2025	30,000,000.00	30,033,000.00	30,000,000.00	4.600	4.537	4.600	328	02/23/2026
06055JKP3	22559	Bank of America		03/21/2025	35,000,000.00	35,006,650.00	35,000,000.00	4.450	4.390	4.451	415	05/21/2026

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**County of Santa Cruz  
Portfolio Management  
Portfolio Details - Investments  
March 31, 2025**

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
<b>Medium Term Notes</b>												
48130CBC8	22492	Chase Bank		06/12/2023	15,000,000.00	15,021,600.00	15,000,000.00	5.250	5.178	5.250	437	06/12/2026
48130CDD4	22509	Chase Bank		11/15/2023	15,000,000.00	15,138,000.00	15,000,000.00	6.000	5.918	6.000	1,324	11/15/2028
458140AS9	22499	Intel Corporation		07/20/2023	10,000,000.00	9,960,100.00	9,962,689.99	3.700	4.842	4.909	119	07/29/2025
458140AU4	22538	Intel Corporation		06/27/2024	25,000,000.00	24,453,250.00	24,293,089.15	2.600	5.180	5.252	413	05/19/2026
58933YAY1	22425	Merck & Co Inc		09/24/2021	5,000,000.00	4,849,800.00	4,993,418.11	0.750	0.888	0.900	329	02/24/2026
89236THP3	22495	Toyota Motor Credit Corp		07/17/2023	10,000,000.00	9,803,000.00	9,795,117.43	0.800	4.774	4.840	198	10/16/2025
89236TKF1	22519	Toyota Motor Credit Corp		01/02/2024	29,705,000.00	29,597,764.95	29,600,065.82	3.650	4.558	4.622	139	08/18/2025
89236TLQ6	22521	Toyota Motor Credit Corp		01/26/2024	20,000,000.00	19,820,140.00	20,000,000.00	5.000	4.932	5.000	1,212	07/26/2028
89236TMH5	22539	Toyota Motor Credit Corp		07/24/2024	25,000,000.00	25,056,000.00	25,000,000.00	5.000	4.932	5.000	1,575	07/24/2029
89236TMQ5	22544	Toyota Motor Credit Corp		09/27/2024	25,000,000.00	24,691,250.00	24,896,276.60	3.700	3.825	3.878	910	09/28/2027
<b>Subtotal and Average</b>			<b>242,036,642.37</b>		<b>264,705,000.00</b>	<b>263,140,254.95</b>	<b>263,238,123.77</b>		<b>4.676</b>	<b>4.741</b>	<b>646</b>	
<b>Negotiable CDs</b>												
05593DBW2	22542	BNP Paribas NY Branch		09/06/2024	50,000,000.00	50,008,500.00	50,000,000.00	4.650	4.650	4.715	35	05/06/2025
05593DDR1	22552	BNP Paribas NY Branch		12/18/2024	45,000,000.00	45,016,605.00	45,000,000.00	4.540	4.540	4.603	197	10/15/2025
85325VNO9	22543	Standard Chartered BK NY		09/26/2024	25,000,000.00	24,972,750.00	25,000,000.00	4.180	4.180	4.238	114	07/24/2025
89115DDP8	22547	Toronto Dominion Bank NY		11/07/2024	30,000,000.00	30,009,600.00	30,000,000.00	4.560	4.560	4.623	97	07/07/2025
89115DG34	22548	Toronto Dominion		12/04/2024	50,000,000.00	50,019,500.00	50,000,000.00	4.570	4.570	4.633	106	07/16/2025
<b>Subtotal and Average</b>			<b>219,333,333.33</b>		<b>200,000,000.00</b>	<b>200,026,955.00</b>	<b>200,000,000.00</b>		<b>4.533</b>	<b>4.596</b>	<b>108</b>	
<b>Municipal Bonds</b>												
127109QB5	22477	Cabrillo Comm College GO		08/25/2022	1,215,000.00	1,206,835.20	1,210,011.60	2.194	3.452	3.500	122	08/01/2025
13063DGB8	22480	State of California		01/20/2023	15,200,000.00	15,200,000.00	15,200,000.00	3.375	4.095	4.152	0	04/01/2025
13063DC48	22504	State of California		10/06/2023	15,000,000.00	14,027,250.00	13,717,358.20	1.700	5.030	5.100	1,036	02/01/2028
419792YR1	22421	HAWAII ST		08/20/2021	10,000,000.00	9,582,700.00	10,000,000.00	0.893	0.881	0.893	487	08/01/2026
54438CYL0	22439	Los Angeles Community College		11/15/2021	5,000,000.00	4,803,750.00	4,995,344.34	1.174	1.229	1.246	487	08/01/2026
79770GJB3	22445	Suc Agc City & County San Fran		12/15/2021	4,250,000.00	4,211,877.50	4,254,553.29	1.561	1.214	1.231	122	08/01/2025
91412GU94	22410	University of Calif		04/01/2021	8,600,000.00	8,570,846.00	8,644,998.24	3.063	0.911	0.924	91	07/01/2025
91412HGF4	22489	University of Calif		05/18/2023	3,000,000.00	2,828,940.00	2,843,818.62	1.316	3.939	3.994	774	05/15/2027
91412HGF4	22490	University of Calif		05/22/2023	7,000,000.00	6,600,860.00	6,618,474.50	1.316	4.071	4.127	774	05/15/2027
<b>Subtotal and Average</b>			<b>67,405,143.82</b>		<b>69,265,000.00</b>	<b>67,033,058.70</b>	<b>67,484,558.79</b>		<b>2.987</b>	<b>3.028</b>	<b>449</b>	
<b>Local Agency Investment Fund (LAIF)</b>												
SYS6501	6501	LAIF (General Fund)			10,000.00	10,000.00	10,000.00	4.310	4.251	4.310	1	
<b>Subtotal and Average</b>			<b>10,045.76</b>		<b>10,000.00</b>	<b>10,000.00</b>	<b>10,000.00</b>		<b>4.251</b>	<b>4.310</b>	<b>1</b>	

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**County of Santa Cruz  
Portfolio Management  
Portfolio Details - Investments  
March 31, 2025**

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity	Maturity Date
<b>Dividends</b>												
SYS22423	22423	US Bank			0.00	0.00	0.00	4.230	4.230	4.289	1	
		<b>Subtotal and Average</b>	<b>509.41</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		<b>0.000</b>	<b>0.000</b>	<b>0</b>	
<b>Treasury Discounts -Amortizing</b>												
912797PD3	22561	U.S. Treasury Bill		03/27/2025	25,000,000.00	24,195,000.00	24,192,988.88	3.926	4.083	4.140	296	01/22/2026
		<b>Subtotal and Average</b>	<b>1,343,752.01</b>		<b>25,000,000.00</b>	<b>24,195,000.00</b>	<b>24,192,988.88</b>		<b>4.083</b>	<b>4.140</b>	<b>296</b>	
<b>Supranationals</b>												
459058JL8	22404	Int Bank of Recon & Developmen		02/18/2021	18,000,000.00	17,615,700.00	17,989,637.75	0.500	0.593	0.602	210	10/28/2025
459058JB0	22420	Int Bank of Recon & Developmen		07/15/2021	15,000,000.00	14,964,600.00	15,000,000.00	0.625	0.616	0.625	21	04/22/2025
45906M4W8	22525	Int Bank of Recon & Developmen		02/16/2024	20,000,000.00	19,908,140.00	20,000,000.00	4.600	4.538	4.601	1,417	02/16/2029
45906M5F4	22531	Int Bank of Recon & Developmen		04/10/2024	25,000,000.00	24,967,725.00	25,000,000.00	4.824	4.758	4.824	1,456	03/27/2029
45906M5W7	22546	Int Bank of Recon & Developmen		11/06/2024	25,000,000.00	25,138,250.00	25,000,000.00	4.288	4.229	4.288	1,673	10/30/2029
		<b>Subtotal and Average</b>	<b>102,987,411.79</b>		<b>103,000,000.00</b>	<b>102,594,415.00</b>	<b>102,989,637.75</b>		<b>3.256</b>	<b>3.302</b>	<b>1,074</b>	
<b>Money Market Mutual Funds 02</b>												
070731229	1229	Bank of Montreal		12/07/2022	10,000.00	10,000.00	10,000.00	3.790	3.738	3.790	1	
SYS011119	22302	CAMP		01/11/2019	210,000,000.00	210,000,000.00	210,000,000.00	4.470	4.409	4.470	1	
157 519 832 743	22283	US Bank MMMF		10/23/2018	50,000,000.00	50,000,000.00	50,000,000.00	4.237	4.179	4.237	1	
		<b>Subtotal and Average</b>	<b>278,666,745.61</b>		<b>260,010,000.00</b>	<b>260,010,000.00</b>	<b>260,010,000.00</b>		<b>4.365</b>	<b>4.425</b>	<b>1</b>	
<b>Total and Average</b>			<b>1,525,997,098.56</b>		<b>1,552,990,000.00</b>	<b>1,539,500,857.10</b>	<b>1,540,055,857.92</b>		<b>4.257</b>	<b>4.316</b>	<b>425</b>	

Portfolio SCRZ  
AC  
PM (PRF\_PM2) 7.3.11



County of Santa Cruz  
Portfolio Management  
Portfolio Details - Cash  
March 31, 2025

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 360	YTM 365	Days to Maturity
Average Balance			0.00								0
Total Cash and Investments			1,525,997,098.56		1,552,990,000.00	1,539,500,857.10	1,540,055,857.92		4.257	4.316	425

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## **Securities Activity By Broker**

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A Report on the

Investment Transactions by Broker-Dealer  
For the Period Indicated

**County of Santa Cruz  
Activity Report  
Sorted By Dealer  
January 1, 2025 - March 31, 2025**

CUSIP	Investment #	Issuer	Percent of Portfolio	Par Value	Current Rate	Transaction Date	Par Value		Ending Balance
				Beginning Balance			Purchases or Deposits	Redemptions or Withdrawals	
Dealer: Academy Securities									
U.S. Treasury Notes/ Bonds									
91282CDS7	22532	U.S.Trust			1.125	01/15/2025	0.00	27,000,000.00	
9128283V0	22533	US Treasury N/B			2.500	01/31/2025	0.00	27,000,000.00	
Subtotal and Balance				274,000,000.00			0.00	54,000,000.00	220,000,000.00
Federal Agency Issues - Coupon									
Subtotal and Balance				50,000,000.00					50,000,000.00
Medium Term Notes									
06055JJJ9	22558	Bank of America			4.600	01/23/2025	30,000,000.00	0.00	
06055JKP3	22559	Bank of America			4.450	03/21/2025	35,000,000.00	0.00	
Subtotal and Balance				110,000,000.00			65,000,000.00	0.00	175,000,000.00
Supranationals									
Subtotal and Balance				20,000,000.00					20,000,000.00
Dealer Subtotal			29.942%	454,000,000.00			65,000,000.00	54,000,000.00	465,000,000.00
Dealer: Bank of Montreal									
Money Market Mutual Funds 02									
070731229	1229	Bank of Montreal			3.790		95,173.98	10,085,173.98	
Subtotal and Balance				10,000,000.00			95,173.98	10,085,173.98	10,000.00
Dealer Subtotal			0.001%	10,000,000.00			95,173.98	10,085,173.98	10,000.00
Dealer: CAMP									
Money Market Mutual Funds 02									
SYS011119	22302	CAMP			4.470		270,264,292.80	276,264,292.80	
Subtotal and Balance				216,000,000.00			270,264,292.80	276,264,292.80	210,000,000.00

**Current Rate varies based on security:**

- Unless otherwise stated below, Current Rate is equivalent to the security's Coupon Rate (fixed interest paid by issuer)
- **Treasury Discounts** report the Discount Rate (a simplified yield calculation, while the yield to maturity (YTM) provides a more accurate and comprehensive measure of return)
- **Money Market / Mutual Funds, and Negotiable CDs** report the Yield to Maturity (total rate of return if held to maturity)

County of Santa Cruz  
Activity Report  
January 1, 2025 - March 31, 2025

Page 2

CUSIP	Investment #	Issuer	Percent of Portfolio	Par Value	Current Rate	Transaction Date	Par Value		
				Beginning Balance			Purchases or Deposits	Redemptions or Withdrawals	Ending Balance
Dealer Subtotal			13.522%	216,000,000.00			270,264,292.80	276,264,292.80	210,000,000.00
Dealer: Cantor, Fitzgerald L.P.									
Medium Term Notes									
06048WT91	22457	Bank of America			2.350	03/10/2025	0.00	10,000,000.00	
Subtotal and Balance				25,000,000.00			0.00	10,000,000.00	15,000,000.00
Dealer Subtotal			0.966%	25,000,000.00			0.00	10,000,000.00	15,000,000.00
Dealer: Jeffries & Company, INC									
U.S. Treasury Notes/ Bonds									
Subtotal and Balance				20,000,000.00					20,000,000.00
Federal Agency Issues - Coupon									
Subtotal and Balance				15,000,000.00					15,000,000.00
Treasury Discounts -Amortizing									
912797PD3	22561	U.S. Treasury Bill			3.926	03/27/2025	25,000,000.00	0.00	
Subtotal and Balance				0.00			25,000,000.00	0.00	25,000,000.00
Dealer Subtotal			3.864%	35,000,000.00			25,000,000.00	0.00	60,000,000.00
Dealer: Keybank Capital Mark									
Federal Agency Issues - Coupon									
3133EMNF5	22399	Federal Farm Credit Bank			0.375	01/15/2025	0.00	20,000,000.00	
Subtotal and Balance				20,000,000.00			0.00	20,000,000.00	0.00
Medium Term Notes									
Subtotal and Balance				10,000,000.00					10,000,000.00
Dealer Subtotal			0.644%	30,000,000.00			0.00	20,000,000.00	10,000,000.00

Dealer: LAIF (General Fund)

Local Agency Investment Fund (LAIF)

SYS6501	6501	LAIF (General Fund)	4.310	117.67	117.67
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Current Rate varies based on security:

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- **Money Market / Mutual Funds, and Negotiable CDs** report the Yield to Maturity (total rate of return if held to maturity)

County of Santa Cruz  
Activity Report  
January 1, 2025 - March 31, 2025

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CUSIP	Investment #	Issuer	Percent of Portfolio	Par Value Beginning Balance	Current Rate	Transaction Date	Purchases or Deposits	Par Value Redemptions or Withdrawals	Ending Balance
Subtotal and Balance				10,000.00			117.67	117.67	10,000.00
Dealer Subtotal				10,000.00			117.67	117.67	10,000.00

Dealer: Piper Jaffray & Co

Municipal Bonds									
Subtotal and Balance				1,215,000.00					1,215,000.00
Dealer Subtotal				1,215,000.00			0.00	0.00	1,215,000.00

Dealer: Piper Sandler

U.S. Treasury Notes/ Bonds									
Subtotal and Balance				95,000,000.00					95,000,000.00
Negotiable CDs									
Subtotal and Balance				175,000,000.00					175,000,000.00
Municipal Bonds									
Subtotal and Balance				30,200,000.00					30,200,000.00
Dealer Subtotal				300,200,000.00			0.00	0.00	300,200,000.00

Dealer: Prebon

Negotiable CDs									
85325VMV9	22534	Standard Chartered			5.440	02/28/2025	0.00	30,000,000.00	
Subtotal and Balance				55,000,000.00			0.00	30,000,000.00	25,000,000.00
Dealer Subtotal				55,000,000.00			0.00	30,000,000.00	25,000,000.00

Dealer: Royal Bank Canada Capital Mrkt

U.S. Treasury Notes/ Bonds									
91282CGE5	22560	U.S.Trust			3.875	03/27/2025	25,000,000.00	0.00	
Subtotal and Balance				65,000,000.00			25,000,000.00	0.00	90,000,000.00
Federal Agency Issues - Coupon									

Current Rate varies based on security:

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County of Santa Cruz  
Activity Report  
January 1, 2025 - March 31, 2025

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CUSIP	Investment #	Issuer	Percent of Portfolio	Par Value	Current Rate	Transaction Date	Par Value		
				Beginning Balance			Purchases or Deposits	Redemptions or Withdrawals	Ending Balance
Subtotal and Balance				20,000,000.00					20,000,000.00
Supranationals									
Subtotal and Balance				33,000,000.00					33,000,000.00
Dealer Subtotal		9.208%	118,000,000.00				25,000,000.00	0.00	143,000,000.00
Dealer: Raymond James Financial Inc									
Federal Agency Issues - Coupon									
Subtotal and Balance				25,000,000.00					25,000,000.00
Medium Term Notes									
Subtotal and Balance				44,705,000.00					44,705,000.00
Municipal Bonds									
Subtotal and Balance				37,850,000.00					37,850,000.00
Supranationals									
Subtotal and Balance				50,000,000.00					50,000,000.00
Dealer Subtotal		10.145%	157,555,000.00				0.00	0.00	157,555,000.00
Dealer: Stifel Nicolaus & Co									
U.S. Treasury Notes/ Bonds									
Subtotal and Balance				25,000,000.00					25,000,000.00
Federal Agency Issues - Coupon									
Subtotal and Balance				71,000,000.00					71,000,000.00
Medium Term Notes									
594918BB9	22462	Microsoft Corp			2.700	02/12/2025	0.00	17,544,000.00	
89236TJT3	22498	Toyota Motor Credit Corp			1.450	01/13/2025	0.00	10,000,000.00	
Subtotal and Balance				47,544,000.00			0.00	27,544,000.00	20,000,000.00
Dealer Subtotal		7.469%	143,544,000.00				0.00	27,544,000.00	116,000,000.00

**Current Rate varies based on security:**

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- **Treasury Discounts** report the Discount Rate (a simplified yield calculation, while the yield to maturity (YTM) provides a more accurate and comprehensive measure of return)
- **Money Market / Mutual Funds, and Negotiable CDs** report the Yield to Maturity (total rate of return if held to maturity)

County of Santa Cruz  
Activity Report  
January 1, 2025 - March 31, 2025

Page 5

CUSIP	Investment #	Issuer	Percent of Portfolio	Par Value	Current Rate	Transaction Date	Par Value	Ending Balance
				Beginning Balance			Purchases or Deposits	
Dealer: US Bank MMMF								
Dividends								
SYS22423	22423	US Bank			4.230		5,691.88	5,691.88
Subtotal and Balance				0.00			5,691.88	5,691.88
Money Market Mutual Funds 02								
157 519 832 743	22283	US Bank MMMF			4.237		606,852.43	606,852.43
Subtotal and Balance				50,000,000.00			606,852.43	606,852.43
Dealer Subtotal			3.220%	50,000,000.00			612,544.31	612,544.31
Total			100.000%	1,595,524,000.00			385,972,128.76	428,506,128.76
								1,552,990,000.00

**Current Rate varies based on security:**

- Unless otherwise stated below, Current Rate is equivalent to the security's Coupon Rate (fixed interest paid by issuer)
- **Treasury Discounts** report the Discount Rate (a simplified yield calculation, while the yield to maturity (YTM) provides a more accurate and comprehensive measure of return)
- **Money Market / Mutual Funds, and Negotiable CDs** report the Yield to Maturity (total rate of return if held to maturity)

Run Date: 04/03/2025 - 16:17

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# ACCRUED INTEREST REPORT

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As of March 31, 2025

## REPORT DESCRIPTION

The **Accrued Interest Report** shows the amount of interest earned, but not yet received, for each active investment within the portfolio. Within the date range, the report displays the amount of interest accrued as of the report beginning date, the amount of interest earned during the reporting period, the amount of interest recorded as received, and the ending accrued interest. What follows is a description of the report's headings.

**ISSUER** – Issuer is the name of the institution which issued the investment.

**INVESTMENT NUMBER** – The investment number is a unique number that identifies the investment position.

**SECURITY TYPE** – This heading is a three-character code assigned by the program to identify each type of investment.

**PAR VALUE** – The nominal or face value of the security.

**MATURITY DATE** – The maturity date is the date on when an investment will mature.

**CURRENT RATE** – For coupon instruments, the current rate is the coupon or interest rate at the time of purchase. For discount instruments, the current rate is the yield to maturity.

**BEGINNING ACCRUED INTEREST** – This column displays the amount of interest earned, but not yet received, as of the report beginning date.

**INTEREST EARNED** – This column shows the amount of interest earned during the selected reporting period.

**INTEREST RECEIVED** – This column includes the amount of interest posted as received during the selected reporting period.

**ENDING ACCRUED INTEREST** – This column displays the amount of interest earned, but not yet received, as of the report ending date.



**County of Santa Cruz**  
**Accrued Interest**  
**Sorted by Security Type - Fund**  
**January 1, 2025 - March 31, 2025**

CUSIP	Investment #	Security Type	Par Value	Maturity Date	Current Rate	* Beginning Accrued Interest	Adjusted Acc'd Int. at Purchase During Period	Interest Earned	Interest Received	* Ending Accrued Interest
<b>U.S. Treasury Notes/ Bonds</b>										
9128283V0	22533	TRC	0.00	01/31/2025	2.500	282,472.83	0.00	55,027.17	337,500.00	0.00
912828ZT0	22540	TRC	35,000,000.00	05/31/2025	0.250	7,692.31	0.00	21,634.61	0.00	29,326.92
912828K74	22550	TRC	25,000,000.00	08/15/2025	2.000	36,684.79	0.00	123,296.00	97,826.09	62,154.70
91282CFE6	22502	TRC	20,000,000.00	08/15/2025	3.125	236,073.37	0.00	154,120.00	312,500.00	77,693.37
91282CCW9	22507	TRC	15,000,000.00	08/31/2026	0.750	38,225.14	0.00	27,807.47	56,250.00	9,782.61
91282CFB2	22514	TRC	20,000,000.00	07/31/2027	2.750	230,163.04	0.00	135,997.18	275,000.00	91,160.22
91282CFH9	22515	TRC	20,000,000.00	08/31/2027	3.125	212,361.88	0.00	154,485.95	312,500.00	54,347.83
91282CCH2	22516	TRC	20,000,000.00	06/30/2028	1.250	690.61	0.00	62,154.69	0.00	62,845.30
91282CJC6	22518	TRC	30,000,000.00	10/15/2026	4.625	297,321.43	0.00	343,063.19	0.00	640,384.62
91282CDF5	22522	TRC	20,000,000.00	10/31/2028	1.375	47,099.45	0.00	68,370.16	0.00	115,469.61
91282CJR3	22523	TRC	15,000,000.00	12/31/2028	3.750	1,553.87	0.00	139,848.06	0.00	141,401.93
91282CDS7	22532	TRC	0.00	01/15/2025	1.125	140,319.29	0.00	11,555.71	151,875.00	0.00
91282CHL8	22537	TRC	50,000,000.00	06/30/2025	4.625	6,388.12	0.00	574,930.94	0.00	581,319.06
91282CEQ0	22541	TRC	50,000,000.00	05/15/2025	2.750	178,522.10	0.00	341,850.83	0.00	520,372.93
91282CAL5	22545	TRC	25,000,000.00	09/30/2027	0.375	16,225.96	0.00	23,178.54	39,148.35	256.15
91282CHN4	22551	TRC	25,000,000.00	07/31/2025	4.750	87,126.35	0.00	293,630.27	183,933.42	196,823.20
91282CFK2	22555	TRC	30,000,000.00	09/15/2025	3.500	37,707.18	0.00	260,245.76	249,447.51	48,505.43
91282CAM3	22556	TRC	25,000,000.00	09/30/2025	0.250	2,232.15	0.00	15,452.36	17,513.74	170.77
91282CGE5	22560	TRC	25,000,000.00	01/15/2026	3.875	0.00	0.00	13,380.53	0.00	13,380.53
<b>Subtotal</b>			<b>450,000,000.00</b>			<b>1,858,859.87</b>	<b>0.00</b>	<b>2,820,029.42</b>	<b>2,033,494.11</b>	<b>2,645,395.18</b>
<b>Federal Agency Issues - Coupon</b>										
3133EMNF5	22399	FAC	0.00	01/15/2025	0.375	34,583.33	0.00	2,916.67	37,500.00	0.00
3130APGN9	22427	FAC	15,000,000.00	10/28/2026	1.150	30,187.50	0.00	43,125.00	0.00	73,312.50
3130B3YL1	22549	FAC	25,000,000.00	12/03/2027	4.400	79,444.44	0.00	275,000.00	0.00	354,444.44
3130B4CW9	22557	FAC	25,000,000.00	09/25/2026	4.380	12,166.67	0.00	273,750.00	267,666.68	18,249.99
3137EAXE3	22398	FAC	15,000,000.00	09/23/2025	0.375	15,312.50	0.00	14,062.50	28,125.00	1,250.00
3134GXX94	22475	FAC	20,000,000.00	08/15/2025	4.050	306,000.00	0.00	202,500.00	405,000.00	103,500.00
3135GATN1	22535	FAC	4,000,000.00	06/04/2027	5.350	16,050.00	0.00	53,500.00	0.00	69,550.00
3135GATR2	22536	FAC	27,000,000.00	06/10/2027	5.260	82,845.00	0.00	355,050.00	0.00	437,895.00
3136GA3Z0	22553	FAC	25,000,000.00	05/19/2028	4.500	37,500.00	0.00	281,250.00	0.00	318,750.00
3136GA4A4	22554	FAC	25,000,000.00	07/20/2028	4.490	34,298.61	0.00	280,625.00	93,541.68	221,381.93
<b>Subtotal</b>			<b>181,000,000.00</b>			<b>648,388.05</b>	<b>0.00</b>	<b>1,781,779.17</b>	<b>831,833.36</b>	<b>1,598,333.86</b>

\* Beginning Accrued may not include investments that redeemed in the previous month that had outstanding accrued interest.

**County of Santa Cruz**  
**Accrued Interest**  
**Sorted by Security Type - Fund**

Page 2

CUSIP	Investment #	Security Type	Par Value	Maturity Date	Current Rate	* Beginning Accrued Interest	Adjusted Acc'd Int. at Purchase During Period	Interest Earned	Interest Received	* Ending Accrued Interest
<b>Medium Term Notes</b>										
037833EB2	22493	MTN	10,000,000.00	02/08/2026	0.700	27,805.56	0.00	17,500.00	35,000.00	10,305.56
06048WT91	22457	MTN	0.00	03/10/2025	2.350	72,458.33	0.00	45,041.67	117,500.00	0.00
06055JEC9	22529	MTN	10,000,000.00	04/19/2028	5.500	110,000.00	0.00	137,500.00	0.00	247,500.00
06055JJJ9	22558	MTN	30,000,000.00	02/23/2026	4.600	0.00	0.00	260,666.67	229,999.98	30,666.69
06055JKP3	22559	MTN	35,000,000.00	05/21/2026	4.450	0.00	0.00	43,263.89	0.00	43,263.89
48130CBC8	22492	MTN	15,000,000.00	06/12/2026	5.250	41,562.50	0.00	196,875.00	0.00	238,437.50
48130CDD4	22509	MTN	15,000,000.00	11/15/2028	6.000	115,000.00	0.00	225,000.00	0.00	340,000.00
458140AS9	22499	MTN	10,000,000.00	07/29/2025	3.700	156,222.22	0.00	92,500.00	185,000.00	63,722.22
458140AU4	22538	MTN	25,000,000.00	05/19/2026	2.600	75,833.33	0.00	162,500.00	0.00	238,333.33
58933YAY1	22425	MTN	5,000,000.00	02/24/2026	0.750	13,229.17	0.00	9,375.00	18,750.00	3,854.17
594918BB9	22462	MTN	0.00	02/12/2025	2.700	182,896.20	0.00	53,947.80	236,844.00	0.00
89236THP3	22495	MTN	10,000,000.00	10/16/2025	0.800	16,666.67	0.00	20,000.00	0.00	36,666.67
89236TJT3	22498	MTN	0.00	01/13/2025	1.450	67,666.67	0.00	4,833.33	72,500.00	0.00
89236TKF1	22519	MTN	29,705,000.00	08/18/2025	3.650	400,563.67	0.00	271,058.13	542,116.25	129,505.55
89236TLQ6	22521	MTN	20,000,000.00	07/26/2028	5.000	430,555.56	0.00	250,000.00	500,000.00	180,555.56
89236TMH5	22539	MTN	25,000,000.00	07/24/2029	5.000	545,138.89	0.00	312,500.00	625,000.00	232,638.89
89236TMQ5	22544	MTN	25,000,000.00	09/28/2027	3.700	241,527.78	0.00	231,249.99	465,069.27	7,708.50
<b>Subtotal</b>			<b>264,705,000.00</b>			<b>2,497,126.55</b>	<b>0.00</b>	<b>2,333,811.48</b>	<b>3,027,779.50</b>	<b>1,803,158.53</b>
<b>Negotiable CDs</b>										
05593DBW2	22542	NCB	50,000,000.00	05/06/2025	4.650	755,625.00	0.00	581,250.00	0.00	1,336,875.00
05593DDR1	22552	NCB	45,000,000.00	10/15/2025	4.540	79,450.00	0.00	510,750.00	0.00	590,200.00
85325VNQ9	22543	NCB	25,000,000.00	07/24/2025	4.180	281,569.44	0.00	261,250.00	0.00	542,819.44
85325VMV9	22534	NCB	0.00	02/28/2025	5.440	933,866.67	0.00	258,400.00	1,214,933.34	-22,666.67
89115DDP8	22547	NCB	30,000,000.00	07/07/2025	4.560	209,000.00	0.00	342,000.00	0.00	551,000.00
89115DG34	22548	NCB	50,000,000.00	07/16/2025	4.570	177,722.22	0.00	571,250.00	0.00	748,972.22
<b>Subtotal</b>			<b>200,000,000.00</b>			<b>2,437,233.33</b>	<b>0.00</b>	<b>2,524,900.00</b>	<b>1,214,933.34</b>	<b>3,747,199.99</b>
<b>Municipal Bonds</b>										
127109QB5	22477	MUN	1,215,000.00	08/01/2025	2.194	11,107.13	0.00	6,664.27	13,328.55	4,442.85
13063DGB8	22480	MUN	15,200,000.00	04/01/2025	3.375	128,250.00	0.00	128,250.00	0.00	256,500.00
13063DC48	22504	MUN	15,000,000.00	02/01/2028	1.700	106,250.00	0.00	63,750.00	127,500.00	42,500.00
419792YR1	22421	MUN	10,000,000.00	08/01/2026	0.893	37,208.33	0.00	22,325.00	44,650.00	14,883.33
54438CYL0	22439	MUN	5,000,000.00	08/01/2026	1.174	24,458.33	0.00	14,675.00	29,350.00	9,783.33
79770GJB3	22445	MUN	4,250,000.00	08/01/2025	1.561	27,642.71	0.00	16,585.62	33,171.25	11,057.08
91412GU94	22410	MUN	8,600,000.00	07/01/2025	3.063	131,709.00	0.00	65,854.50	131,709.00	65,854.50
91412HGF4	22489	MUN	3,000,000.00	05/15/2027	1.316	5,044.67	0.00	9,870.00	0.00	14,914.67
91412HGF4	22490	MUN	7,000,000.00	05/15/2027	1.316	11,770.89	0.00	23,030.00	0.00	34,800.89

\* Beginning Accrued may not include investments that redeemed in the previous month that had outstanding accrued interest.

County of Santa Cruz  
Accrued Interest  
Sorted by Security Type - Fund

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CUSIP	Investment #	Security Type	Par Value	Maturity Date	Current Rate	* Beginning Accrued Interest	Adjusted Acc'd Int. at Purchase During Period	Interest Earned	Interest Received	* Ending Accrued Interest
<b>Subtotal</b>			<b>69,265,000.00</b>			<b>483,441.06</b>	<b>0.00</b>	<b>351,004.39</b>	<b>379,708.80</b>	<b>454,736.65</b>
<b>Local Agency Investment Fund (LAIF)</b>										
SYS6501	6501	LA1	10,000.00		4.310	117.67	0.00	108.31	117.67	108.31
<b>Subtotal</b>			<b>10,000.00</b>			<b>117.67</b>	<b>0.00</b>	<b>108.31</b>	<b>117.67</b>	<b>108.31</b>
<b>Dividends</b>										
SYS22423	22423	PA4	0.00		4.230	2,245.52	0.00	4,027.22	5,691.88	580.86
<b>Subtotal</b>			<b>0.00</b>			<b>2,245.52</b>	<b>0.00</b>	<b>4,027.22</b>	<b>5,691.88</b>	<b>580.86</b>
<b>Supranationals</b>										
459058JL8	22404	MC6	18,000,000.00	10/28/2025	0.500	15,750.00	0.00	22,500.00	0.00	38,250.00
459058JB0	22420	MC6	15,000,000.00	04/22/2025	0.625	17,443.75	0.00	23,437.50	0.00	40,881.25
45906M4W8	22525	MC6	20,000,000.00	02/16/2029	4.600	421,600.00	0.00	230,000.00	460,000.00	191,600.00
45906M5F4	22531	MC6	25,000,000.00	03/27/2029	4.824	314,900.00	0.00	301,500.00	603,000.00	13,400.00
45906M5W7	22546	MC6	25,000,000.00	10/30/2029	4.288	163,777.78	0.00	268,000.00	0.00	431,777.78
<b>Subtotal</b>			<b>103,000,000.00</b>			<b>933,471.53</b>	<b>0.00</b>	<b>845,437.50</b>	<b>1,063,000.00</b>	<b>715,909.03</b>
<b>Money Market Mutual Funds 02</b>										
070731229	1229	RRP	10,000.00		3.790	33,679.24	0.00	65,730.27	95,173.98	4,235.53
SYS011119	22302	RRP	210,000,000.00		4.470	1,034,603.81	0.00	2,463,133.35	2,575,267.50	922,469.66
157 519 832 743	22283	RRP	50,000,000.00		4.237	269,030.42	0.00	514,794.22	606,852.43	176,972.21
<b>Subtotal</b>			<b>260,010,000.00</b>			<b>1,337,313.47</b>	<b>0.00</b>	<b>3,043,657.84</b>	<b>3,277,293.91</b>	<b>1,103,677.40</b>
<b>Total</b>			<b>1,527,990,000.00</b>			<b>10,198,197.05</b>	<b>0.00</b>	<b>13,704,755.33</b>	<b>11,833,852.57</b>	<b>12,069,099.81</b>

\* Beginning Accrued may not include investments that redeemed in the previous month that had outstanding accrued interest.

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## DESCRIPTION OF INVESTMENT INSTRUMENTS (1/3)

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The investment activities of County Treasurers are restricted by state law to a select group of government securities and prime money market instruments. To reduce the risk inherent in any one instrument, state law further limits the percentage of the county's portfolio that can be invested in any one type of security.

The types of securities available to the County Treasurer can be divided into three main categories: 1) U.S. Treasury bills, notes and bonds. They are guaranteed by the U.S. Government and are considered to have no credit risk. They also typically have the lowest yield of the securities available for investing. 2) Securities issued by U.S. Government Agencies and Instrumentalities. These securities consist mostly of notes and debentures of agencies and government sponsored corporations. They are not guaranteed by the U.S. government and therefore have some credit risk. Their yield is typically higher than U.S. Treasury securities. 3) Prime money market securities. These consist of securities such as bankers' acceptances, certificates of deposit, commercial paper and municipal bonds. The yield is typically higher than the other types of securities in which the county invests but the risk is also higher. Through diversification and purchasing only highly rated paper, the credit risk is kept to an acceptable minimum. Each of the securities in these three categories is subject to market risk if sold prior to maturity.

### **What follows is a brief description of the different securities used by the County Treasurer:**

**U.S. Treasury Notes and Bonds** are long term obligations of the U.S. government, which bear coupons. Interest is payable every six months at a rate of one-half the annual coupon. Treasury bonds and notes trading is conducted by the same securities dealers who trade T bills. In the secondary market, prices are quoted in thirty-seconds of 1 percent. Except for their maturities, notes and bonds are identical regardless of their label. Notes are issued for original maturities of one to 10 years. Bonds are issued with original maturities of more than 10 years.

**U.S. Treasury Bills** are unusual instruments because they bear no specific interest rate. Rather, they are issued originally at a discount from its ultimate maturity (par) value. Because T Bills are issued and traded at a discount, investors receive their returns at maturity or on subsequent resale, which ordinarily will be at prices higher than the original discount.

**Federal Farm Credit Bank (FFCB) Discount Notes.** FFCB is an instrumentality of the U.S. Government. The notes are the consolidated obligations of the 37 Farm Credit Banks issued on a discount basis with maturities of one year or less. Although not as risk free as Treasury notes, most experts believe the U.S. government has a moral commitment to the farm credit system.

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## DESCRIPTION OF INVESTMENT INSTRUMENTS (2/3)

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**Federal Farm Credit Bank (FFCB) debentures** are consolidated obligations of the 37 Farm Credit Banks issued with a fixed coupon rate with maturities ranging from 6 months to 20 years. A debenture is a bond secured only by the general credit of the issuer.

**Federal Home Loan Bank (FHLB) Discount notes** are consolidated obligations of 12 District banks issued with a fixed coupon rate with maturities ranging from one to ten years. Although the FHLB operates under federal charter with government supervision, the securities are not guaranteed by the U.S. government. However, the banks are required to maintain a considerable reserve pledged against the outstanding debt. They are therefore considered relatively risk free.

**Federal National Mortgage Association (Fannie Mae) Discount notes** are consolidations of government chartered private corporations issued on a discount basis with maturities under one year. They are guaranteed by the corporations, but not by the U.S. government. Many investors consider the securities a moral obligation of the U.S. government and believe Congress would intervene before allowing default.

**Federal National Mortgage Association (Fannie Mae) debentures** are obligations issued by the Association with a fixed coupon rate and various maturities. A debenture is a bond secured only by the general credit of the issuer.

**Local Agency Investment Fund (LAIF)** is the state sponsored investment fund. LAIF is an excellent cash management tool to help meet most of the unexpected cash demands. Currently the state limits the county's investment in this pool to \$65,000,000.

**Federal Home Loan Mortgage Corporation (Freddie Mac) Participation Notes** are issues of the Federal Home Loan Mortgage Corporation representing undivided interests in conventional mortgages underwritten and previously purchased by it. The corporation guarantees the timely payment of interest at the certificate rate and full return of principal. Participation Certificates have original final payment dates of 30 years.

**Government National Mortgage Association (Ginnie Mae) Pass Through** are issues of the wholly owned government corporation within the Department of Housing and Urban Development. Principal and interest payment collected on mortgages in specified pools are passed through to holders of GNMA Guaranteed certificates after deduction of servicing and guaranty fees. GNMA's have original stated maturities of 12 to 40 years. For Santa Cruz County, these are used only as collateral for overnight repurchase agreements.

**Municipal Securities (Notes and Bonds) Debt** securities issued by state and local governments and their agencies are referred to as municipal securities. Such securities can be divided into two broad categories: bonds issued to finance capital projects and short term notes sold in anticipation of the receipt of other funds, such as taxes or proceeds from a bond issue.

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## DESCRIPTION OF INVESTMENT INSTRUMENTS (3/3)

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**Banker's Acceptances.** Briefly stated, the function of the bankers' acceptance is as follows: A borrower may, under certain circumstances, obtain short-term credit by arranging for his bank to accept a time draft upon it. The bank stamps its official accepted across the face of the draft and converts it into a bankers' acceptance. The instrument, now being a bank obligation, may be sold to an acceptance dealer who, in turn, may sell it to an investor. Most BAs arise out of transactions involving the trade of manufactured goods or commodities. Maturities range from one to 180 days.

**Commercial Paper** is a short-term promissory note issued by a company to finance current transactions. All commercial paper is negotiable, but most commercial paper sold to investors is held to maturity. Commercial paper is issued not only by industrial and manufacturing firms but also by finance companies. Notes are sold on a discount or interest-bearing basis with maturities not exceeding 270 days.

**Medium Term Notes** are obligations that have maturities of less than 5 years and are issued by corporations or depositories organized and operating in the U.S.

**Negotiable Certificate of Deposit (NCD).** It is a receipt for deposit of a stated sum in the bank on a given date, together with a promise to redeem this sum plus interest at the indicated rate on a designated date. The instrument is negotiable because it is payable either to bearer or to the order of the depositor.

**Repurchase Agreements (RP or Repos).** A holder of securities sells securities to an investor with an agreement to repurchase them at a fixed price on a fixed date. Repurchase agreements are usually for short periods of time (one to five days), when large sums are received that will be needed in the next day or two. As a result, they are often called overnight repos. From the point of view of investors, overnight repos offer several attractive features. First, by rolling overnight repos, investors can keep surplus funds invested without losing liquidity or incurring a price risk. Second, because repo transactions are secured by top quality paper, investors expose themselves to little or no risk.

**Guaranteed Investment Contract (GIC).** This is a fixed income agreement offered by insurance companies. GICs offer to pay a specific interest rate over a period of time. Some GICs are eligible for early redemption, with or without penalty, which eliminates market risk if interest rates rise. In Santa Cruz County it is only used for the investment of secured indebtedness and only if the note documentation permits such an investment.

**Money Market (Mutual) Fund.** A money market mutual fund is a pooled fund that invests in a number of money market vehicles (CD's, CP, T-Bills, etc.). These funds are designed to pay the investor interest, as well as provide full liquidity. Maturities of the underlying investments are 13 months or less.